MARK J. BENNETT 2672 Attorney General of Hawaii

J. GERARD LAM 5326 Deputy Attorney General Department of Attorney General, State of Hawaii Labor Division 425 Queen Street Honolulu, Hawaii 96813 Telephone: 586-1450 704 DEC 15 A9:05

HAWAII LILEGE RELATIONS BOARD

Attorneys for Director of Labor and Industrial Relations

HAWAII LABOR RELATIONS BOARD

STATE OF HAWAII

In the Matter of) CASE NO. OSH 2004-9
)
DIRECTOR, DEPARTMENT OF LABOR) STIPULATION AND SETTLEMENT
AND INDUSTRIAL RELATIONS,) AGREEMENT; EXHIBIT A; APPROVAL
) AND ORDER
Complainant,)
)
VS.)
)
ISEMOTO CONTRACTING CO., LTD.,)
)
Respondent.)

STIPULATION AND SETTLEMENT AGREEMENT

Complainant Director of Labor and Industrial Relations ("Director") and Respondent ISEMOTO CONTRACTING CO., LTD. ("Respondent"), having reached a full and complete settlement of the above-captioned contested case presently pending before the Labor and Industrial Relations Appeals Board ("Board") stipulate and agree as follows:

On or about March 2, 2004, the Director, by and through the State of Hawaii's Occupational Safety and Health Division ("HIOSH"), inspected Respondent's workplace located at 69-289 Waikoloa Beach Drive, Kamuela, Hawaii 96743.

As a consequence of said inspection, the Director, through HIOSH's Administrator, issued a Citation and Notification of Penalty on July 23, 2004 ("Citation") to Respondent alleging violations of the Hawaii Occupational Safety and Health Standards and assessed an aggregate penalty of \$12,000.00. *See* Exhibit A.

Respondent timely contested the Citation.

THEREFORE, to avoid the expense of litigation and to compromise and settle the above-captioned case, the parties, by and through their respective representatives, stipulate and agree as follows:

- 1. The Board has jurisdiction over this contested case pursuant to section 396-11, Hawaii Revised Statutes ("HRS").
- 2. At all relevant times, Respondent maintained a workplace at 69-289 Waikoloa Beach Drive, Kamuela, Hawaii 96743.
- 3. At all relevant times, Respondent was an employer, as defined in HRS § 396-3, and employed employees, as defined in HRS § 396-3, and was therefore subject to the requirement of HRS chapter 396, the Hawaii Occupational Safety and Health Law.
- 4. Respondent agrees that it has or will abate each violation listed in the Citation in compliance with the abatement requirements under Hawaii Administrative Rule § 12-51-22. Respondent shall submit the completed abatement certification to HIOSH no later than ten (10) days after the date this Agreement is filed; failure to timely do so may result in additional penalties or follow up inspections.
- 5. The violations and corresponding characterizations as stated in the Citation are affirmed. *See* Exhibit A.
- 6. The Director reduces the aggregate penalty from \$12,000.00 to \$9,000.00, which shall be paid in full to the Director of Budget and Finance within ten (10) business days of the Board's approval of this Agreement.

- 7. Except for the stipulated amendments described above, the Citation is confirmed in all other respects and upon approval by the Board, this Agreement and the Citation, as amended, shall become a final order of the Director.
- 8. Respondent shall post a copy of this Agreement and Order in a prominent place at or near the location of the posting of the Citation, and the Agreement and Order shall remain posted for three working days (excluding weekends and State holidays).
- Respondent shall continue to comply with HRS chapter 396, the Hawaii 9. Occupational Safety and Health Law, and the related rules.
- 10. Nothing in this Agreement shall bar the Director from taking any action regarding future acts or practices by Respondent which may be alleged to violate HRS chapter 396, the Hawaii Occupational Safety and Health Law, or the related rules.
- By entering into this Agreement, Respondent does not admit that it 11. violated the cited standards for any litigation or purpose other than proceedings under the Hawaii Occupational Safety and Health Law.

DATED: Honolulu, Hawaii, December 15, 2004

APPROVED AS TO FORM:

ISEMOTO CONTRACTING CO., LTD.

JEFFREY S. HARRIS, ESO.

DANIEL G. MUELLER Attorneys for Respondent

APPROVED AS TO FORM:

DIRECTOR OF LABOR AND

INDUSTRIAL RELATIONS

Deputy Attorney General

Attorney for Director of Labor and

Industrial Relations, State of Hawaii

APPROVED AND SO ORDERED BY HAWAII LABOR RELATIONS BOARD:

ORDER NO. 115

BRIAN K. NAKAMURA, Chair

CHESTER C. KUNITAKE, Member

KATHLEEN RAQUYA-MARKRICH, Member

<u>In re: Director, Department of Labor and Industrial Relations vs. Isemoto Contracting Co., Ltd., OSH 2004-9, Stipulation and Settlement Agreement, Exhibit "A"</u>

State of Hawaii

Department of Labor and Industrial Relations HAWAII OCCUPATIONAL SAFETY AND HEALTH DIVISION 830 PUNCHBOWL STREET, ROOM 425

Honolulu, HI 96813

Phone: (808) 586-9110

FAX: (808) 586-9104

Certified Number: 7003 3110 0003 5610 3007



Citation and Notification of Penalty

To:

Isemoto Contracting Co Ltd

and its successors P O Box 4669 Hilo, HI 96720

Inspection Number:

307255224 Charles Clark

Inspection Date(s): **Issuance Date:**

03/02/2004 07/23/2004

OSHCO ID:

X8851

Optional Report No.:

03904

Inspection Site: 69-289 Waikoloa Beach Dr

Kamuela, HI 96743

The violation(s) described in this Citation and Notification of Penalty is (are) alleged to have occurred on or about the day(s) the inspection was made unless otherwise

indicated within the description given below.

This Citation and Notification of Penalty describes violations of the Hawaii Occupational Safety and Health Law. The penalty(ies) listed herein is (are) based on these violations. You must abate the violations referred to in this Citation by the dates listed and pay the penalties, unless within 20 calendar days from your receipt of this Citation and Notification of Penalty, you mail a notice of contest to the State of Hawaii Occupational Safety and Health Division (HIOSH) at the address shown above. Please refer to the enclosed booklet (Employer Rights and Responsibilities Following a HIOSH Inspection) which outlines your rights and responsibilities and which should be read in conjunction with this form. Issuance of this Citation does not constitute a finding that a violation of the law has occurred unless there is a failure to contest as provided for in the law or, if contested, unless this Citation is affirmed by the Hawaii Labor Relations Board (HLRB) or a court.

Posting - The law requires that a copy of this Citation and Notification of Penalty be posted immediately in a prominent place at or near the location of the violation(s) cited herein, or, if it is not practicable because of the nature of the employer's operations, where it will be readily observable by all affected employees. This Citation must remain posted until the violation(s) cited herein has (have) been abated, or for 3 working days (excluding weekends and State holidays), whichever is longer. The penalty dollar amounts need not be posted and may be marked out or covered up prior to posting.

EXHIBIT _A

Informal Conference - An informal conference is not required. However, if you wish to have such a conference you may request one with the Administrator during the 20 calendar day contest period. During such an informal conference, you may present any evidence or views which you believe would support an adjustment to the citation(s) and/or penalty(ies).

If you are considering a request for an informal conference to discuss any issues related to this Citation and Notification of Penalty, you must take care to schedule it early enough to allow time to contest after the informal conference, should you decide to do so. Please keep in mind that a written letter of intent to contest must be submitted to the Administrator within 20 calendar days of your receipt of this Citation. The running of this contest period is not interrupted by an informal conference.

If you decide to request an informal conference, please complete, remove and post the page 4, Notice to Employees, next to this Citation and Notification of Penalty as soon as the time, date, and place of the informal conference have been determined. Be sure to bring to the conference any and all supporting documentation of existing conditions as well as any abatement steps taken thus far. If conditions warrant, we can enter into an informal settlement agreement which amicably resolves this matter without litigation or contest.

Employers' Right to Contest - You have the right to contest this Citation and Notification of Penalty. You may contest all citation items or only individual items. You may also contest penalties and/or abatement dates without contesting the underlying violations. Unless you inform the Administrator in writing that you intend to contest the citation(s) and/or penalty(ies) within 20 calendar days after receipt, the citation(s) and the penalty(ies) will become a final order of the Department of Labor and Industrial Relations and may not be reviewed by any court or agency. Once a letter of contest is received, it becomes the jurisdiction of the HLRB.

Penalty Payment - Penalties are due within 20 calendar days of receipt of this notification unless contested. Make your check or money order payable to "Director of Budget and Finance." Please indicate the Inspection Number on the remittance.

HIOSH does not agree to any restrictions or conditions or endorsements put on any check or money order for less than the full amount due, and will cash the check or money order as if these restrictions, conditions, or endorsements do not exist.

Notification of Corrective Action - For <u>each</u> violation which you do not contest, you are required by Section 12-51-22 to submit an Abatement Certification to HIOSH. The certification <u>must</u> be sent by you within <u>5 calendar days</u> of the abatement date indicated on the citation. For Willful and Repeat violations, documents (example: photos, copies of receipts, training records, etc.) demonstrating that abatement is complete must accompany the certification. Where the citation is classified as Serious and the citation states that abatement documentation is required, documents such as those described above are required to be submitted along with the abatement certificate. If the citation indicates that the violation was corrected during the inspection, no abatement certification is required for that item.

All abatement verification documents must contain the following information: 1) Your name and address; 2) the inspection number (found on the front page); 3) the citation and citation item number(s) to which the submission relates; 4) a statement that the information is accurate; 5) the signature of the employer or employer's authorized representative; 6) the date the hazard was corrected; 7) a brief statement of how the hazard was corrected; and 8) a statement that affected employees and their representatives have been informed of the abatement.

The law also requires a copy of all abatement verification documents, required by Section 12-55-22 to be sent to HIOSH, also be posted at the location where the violation appeared and the corrective action took place.

Employer Discrimination Unlawful - The law prohibits discrimination by an employer against an employee for filing a complaint or for exercising any rights under this Act. An employee who believes that he/she has been discriminated against may file a complaint no later than 60 days after the discrimination occurred with the Hawaii Occupational Safety and Health Division at the address shown above.

Employer Rights and Responsibilities - The enclosed booklet (Employer Rights and Responsibilities Following a HIOSH Inspection) outlines additional employer rights and responsibilities and should be read in conjunction with this notification.

Employees' Right to Contest - The law gives an employee or his/her representative the opportunity to object to any abatement date set for a violation if he/she believes the date to be unreasonable. The contest must be mailed to the Hawaii Occupational Safety and Health Division at the address shown above and postmarked within 20 calendar days of the receipt by the employer of this Citation and Notification of Penalty.

Inspection Activity Data - you should be aware that OSHA publishes information on inspection and citation activity on the Internet under the provisions of the Electronic Freedom of Information Act. The information related to your inspection will be available 30 calendar days after the Citation Issuance Date. You are encouraged to review the information concerning your establishment at www.osha.gov. If you have any dispute with the accuracy of the information displayed, please contact this office.

State of Hawaii

Department of Labor and Industrial Relations
HAWAII OCCUPATIONAL SAFETY AND HEALTH DIVISION



NOTICE TO EMPLOYEES OF INFORMAL CONFERENCE

An informal conference has been scheduled with HIO	SH to discuss the	citation(s) issued on
07/23/2004. The conference will be held at the HIOSI	H office located a	t 830 PUNCHBOWL
STREET, ROOM 425, Honolulu, HI 96813 on	at	Employees
and/or representatives of employees have a right to atte	end an informal co	onference.

STATE OF HAWAII

Department of Labor and Industrial Relations Hawaii Occupational Safety and Health Division **Inspection Number:**

307255224

Inspection Dates:

03/02/2004 -



830 Punchbowl Street, Room 425 Honolulu, HI 96813

Issuance Date:

07/23/2004

Citation and Notification of Penalty

Company Name:

Isemoto Contracting Co Ltd

Inspection Site:

69-289 Waikoloa Beach Dr, Kamuela, HI 96743

Citation 1 Item 1 Type of Violation:

Serious

29 CFR 1926.21(b)(2) [Refer to chapter 12-111.1, HAR] was violated because:

The employer did not instruct employees in the dangers associated with working near heavy equipment and to notify operators of their presence while working in the vicinity of heavy equipment. Employees were exposed to struck-by hazards from heavy equipment.

29 CFR 1926.21(b)(2) states "The employer shall instruct each employee in the recognition and avoidance of unsafe conditions and the regulations applicable to his work environment to control or eliminate any hazards or other exposure to illness or injury."

Location: Jobsite

Abatement Documentation Required

Date By Which Violation Must be Abated:

08/10/2004

Penalty:

\$4,000.00

STATE OF HAWAII

Department of Labor and Industrial Relations Hawaii Occupational Safety and Health Division **Inspection Number:**

307255224

Inspection Dates:

03/02/2004 -



830 Punchbowl Street, Room 425 Honolulu, HI 96813

Issuance Date:

Citation and Notification of Penalty

Company Name:

Isemoto Contracting Co Ltd

Inspection Site:

69-289 Waikoloa Beach Dr, Kamuela, HI 96743

Citation 1 Item 2 Type of Violation:

Serious

29 CFR 1926.95(a) [Refer to chapter 12-114.2, HAR] was violated because:

Employees who worked in areas and under circumstances where they were exposed to moving heavy equipment were not required by the company to wear highly visible materials.

29 CFR 1926.95(a) states "Protective equipment, including personal protective equipment for eyes, face, head, and extremities, protective clothing, respiratory devices, and protective shields and barriers, shall be provided, used, and maintained in a sanitary and reliable condition wherever it is necessary by reason of hazards of processes or environment, chemical hazards, radiological hazards, or mechanical irritants encountered in a manner capable of causing injury or impairment in the function of any part of the body through absorption, inhalation or physical contact."

Location: Jobsite

Abatement Documentation Required

Date By Which Violation Must be Abated:

08/10/2004

Penalty:

\$4,000.00

STATE OF HAWAII

Department of Labor and Industrial Relations Hawaii Occupational Safety and Health Division **Inspection Number:**

307255224

Inspection Dates:

03/02/2004 -



830 Punchbowl Street, Room 425 Honolulu, HI 96813

Issuance Date:

07/23/2004

Citation and Notification of Penalty

Company Name:

Isemoto Contracting Co Ltd

Inspection Site:

69-289 Waikoloa Beach Dr, Kamuela, HI 96743

Citation 1 Item 3 Type of Violation:

Serious

29 CFR 1926.602(a)(9)(ii) [Refer to chapter 12-129.1, HAR] was violated because:

The reverse signal alarm on a Caterpillar grader #5227 that backed over an employee was not operational and no employee was assigned to observe clearance during reversing.

29 CFR 1926.602(a)(9)(ii) states "No employer shall permit earthmoving or compacting equipment which has an obstructed view to the rear to be used in reverse gear unless the equipment has in operation a reverse signal alarm distinguishable from the surrounding noise level or an employee signals that it is safe to do so."

Location: Jobsite

Abatement Documentation Required

Date By Which Violation Must be Abated:

Penalty:

07/27/2004

\$4,000.00

19 ty

NELSON B. BEFITEL

DIRECTOR

State of Hawaii

Department of Labor and Industrial Relations
HAWAII OCCUPATIONAL SAFETY AND HEALTH DIVISION
830 PUNCHBOWL STREET, ROOM 425
Honolulu, HI 96813



SUMMARY OF PENALTIES

Isemoto Contracting Co Ltd

Inspection Site:

69-289 Waikoloa Beach Dr

Kamuela, HI 96743

Issuance Date:

07/23/2004

Summary of Penalties for Inspection Number

307255224

Citation 01, Serious

\$12,000.00

TOTEAU PENALHE

\$12,000.00

Make check or money order payable to the "Director of Budget and Finance." Please indicate the <u>inspection</u> number and dba, if company name is different, on the remittance. A fee of \$15.00 will be charged for any returned checks.

If receipt is desired, please indicate with payment; otherwise, your cancelled check will be your receipt.

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ABATEMENT CERTIFICATION

State of Hawaii

Department of Labor and Industrial Relations HAWAII OCCUPATIONAL SAFETY AND HEALTH DIVISION 830 PUNCHBOWL STREET, ROOM 425 HONOLULU, HI 96813

Isemoto Contracting Co Ltd P O Box 4669 Hilo, HI 96720

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